## Legislative Activity

# Iowa Freight Advisory Council March 2015



- Uncertainty
  - Program Authorization
  - Stable Federal Funding
  - Budget Status
  - Appropriations Status
  - Other Federal Legislative Activity



- Program Authorization
  - Extension of MAP-21 expires May 31, 2015
  - Currently in rulemaking for many of the policy provision of MAP-21, especially the focus on Performance Management
  - Without extension cannot access HTF
  - However, need to ensure that adequate funding is in the trust fund
  - Need \$4 billion to get to end of FY and more if a longer term extension is passed.



- Stable Federal Funding
  - More than a decade of investing more than available receipts into the trust fund
  - Estimates vary but around \$13 billion per year is necessary for current investment levels
  - Appears to be support for transportation investments but not enough support to find revenues to pay for it.



- Federal Funding Options identified but no action taken
  - Increase in current fuel taxes
  - Mileage based user fee
  - Revenues from Corporate tax reform
    - Including options dealing with overseas profits
  - 5% tax on certain imports
  - Tax on crude oil exports
  - Tax on certain securities trading transactions



- FY 2016 Budget Status
  - House passed their Budget March 25
  - Senate passed their Budget March 26 or 27
  - Live within current receipts with clause for additional funds if deficit neutral
  - Budget Resolution sets the funding ceilings for the Appropriations Committee to develop program details.



- FY 2016 Appropriations Status
  - House and Senate hearings on the Administration's Budget are underway
  - Best hope is for level funding
    - Can't pass increase in user fees
    - Will be difficult enough to get some GF transfers
  - Expect to continue funding with a series of Continuing Resolutions



#### Outlook

- No Authorization or Funding proposal has been introduced
- Short term measures Continue to "Kick the Can Down the Road"
- More likely to find enough revenue to authorize into 2016, but then the Election is only 592 days away



"Yes I <u>intend</u> to <u>hopefully</u> get that resolved by that time, <u>if we can</u>. But I have to admit there is not a lot of options......it's <u>very</u>, <u>very</u> <u>difficult</u> to find the money."

"There are <u>no simple answers</u>. We're going to come up with it <u>one way or the other</u>."

"We just have to see what we can do."



- Other activity / pending legislation
  - Administration's Budget = Multi-yearAuthorization proposal
  - National Freight Network Trust Fund
  - Reauthorize the Surface Transportation Board
  - Partially devolve federal program
  - Postpone Positive Train Control mandate
  - Passenger Rail Reform and Investment Act



#### Other

- Railroad track maintenance tax credit
- Study on diverting freight rail traffic to avoid urban areas
- Freight funding program
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#### State Legislative Activity

- Iowa DOT Omnibus Bill
- Linking Iowa's Transportation Infrastructure
   Fund
- Fuel Tax and permitting Fees Senate File 257



#### State Legislative Activity

- Iowa DOT Omnibus Bill
  - Non-controversial
  - Update Iowa Code chapters 307 and 307A
  - Remove or update various aviation and rail sections
  - Update some driver license issues
  - IRP filings and undercover license plates
  - Commercial Learner's Permit

